Memo to File:

RE: Reorganization of American Gilsonite's Mine Plans ACT/047/009 ACT/047/010 ACT/047/011 Uintah County, Utah

To date, the above listed mine plan file numbers have been issued. Only ACT/047/009 and ACT/047/011 have received final approval from the Board and Division. A resubmittal from American Gilsonite, now a subsidiary of Chevron Resources, requested the consolidation of operations into one single entity. Because the layout and nature of each individual mining area is more conducive to this kind of order the separation of files is not a natural one.

The Bonanza Operation is the central headquarters and several individual veins have many separate, one acre disturbances. The present organizational situation is not a practical one either.

Therefore, with the incorporation of the new data for the Bonanza Operation, an approval will be sought for the entire mining area and one bond held for the total. The following designations should be made on older files:

ACT/047/009, now ACT/047/010(A) ACT/047/010, now ACT/047/010(B) ACT/047/011, now ACT/047/010(C)

All new correspondence may simply be marked ACT/047/010.

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TNT/mn

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